

Adopted Rejected

COMMITTEE REPORT

YES: 10 NO: 2

MR. SPEAKER:

13

Your Committee on <u>Public Policy</u>, to which was referred <u>House Bill 1624</u>, has had the same under consideration and begs leave to report the same back to the House with the recommendation that said bill **be amended** as follows:

1 Page 1, between the enacting clause and line 1, begin a new 2 paragraph and insert: 3 "SECTION 1. IC 7.1-1-3-40.5 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS 4 5 [EFFECTIVE JULY 1, 2015]: Sec. 40.5. "Sales clerk" means a 6 person who: (1) rings up or otherwise records an alcoholic beverage for 8 sale; or 9 (2) assists customers in accessing liquor in a drug store; 10 in the course of the person's employment in a dealer 11 establishment.". 12 Page 2, delete lines 9 through 42, begin a new paragraph and insert:

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"SECTION 3. IC 7.1-3-1-14, AS AMENDED BY P.L.10-2010,

- SECTION 4, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2015]: Sec. 14. (a) It is lawful for an appropriate permittee, unless otherwise specifically provided in this title, to sell alcoholic beverages each day Monday through Saturday from 7 a.m., prevailing local time, until 3 a.m., prevailing local time, the following day. Sales shall cease wholly on Sunday at 3 a.m., prevailing local time, and not be resumed until the following Monday at 7 a.m., prevailing local time.
- (b) It is lawful for the holder of a retailer's permit to sell the appropriate alcoholic beverages for consumption on the licensed premises only on Sunday from 7 a.m., prevailing local time, until 3 a.m., prevailing local time, the following day.
- (c) A holder of an alcoholic beverage permit who is authorized under this title to sell alcoholic beverages for carryout may sell the appropriate alcoholic beverages on Sunday for carryout from 7 a.m., prevailing local time, until 3 a.m., prevailing local time, the following day.
- (c) (d) It is lawful for the holder of a permit under this article to sell alcoholic beverages at athletic or sports events held on Sunday upon premises that:
 - (1) are described in section 25(a) of this chapter;
 - (2) are a facility used in connection with the operation of a paved track more than two (2) miles in length that is used primarily in the sport of auto racing; or
- (3) are being used for a professional or an amateur tournament; beginning one (1) hour before the scheduled starting time of the event or, if the scheduled starting time of the event is 1 p.m. or later, beginning at noon.
- (d) (e) It is lawful for the holder of a valid beer, wine, or liquor wholesaler's permit to sell to the holder of a valid retailer's or dealer's permit at any time.
- SECTION 4. IC 7.1-3-1.5-2, AS ADDED BY P.L.161-2005, SECTION 1, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2015]: Sec. 2. As used in this chapter, "dealer permittee" means a person who holds a liquor dealer permit. under IC 7.1-3-10 for a package liquor store."
- Delete pages 3 through 5.
- Page 6, delete lines 1 through 19, begin a new paragraph and insert:
- 38 "SECTION 5. IC 7.1-3-4-6 IS AMENDED TO READ AS

FOLLOWS [EFFECTIVE JULY 1, 2015]: Sec. 6. (a) The holder of a beer retailer's permit shall be entitled to purchase beer for sale under his the holder's beer retailer's permit only from a permittee entitled to sell to him the holder under this title. A beer retailer shall be entitled to possess beer and sell it at retail to a customer for consumption on the licensed premises. A beer retailer also shall be entitled to sell beer to a customer and deliver it in permissible containers to the customer on the licensed premises, or to the customer's house.

- (b) A beer retailer shall not be entitled to sell beer at wholesale. He A beer retailer shall not be entitled to sell and deliver beer on the street or at the curb outside the licensed premises, nor shall he the beer retailer be entitled to sell beer at a place other than the licensed premises. However, a beer retailer may offer food service (excluding alcoholic beverages) to a patron who is outside the licensed premises by transacting business through a window in the licensed premises.
- (c) Except as provided in IC 7.1-5-10-26, a beer retailer shall be entitled to sell and deliver warm or cold beer for carry out, or for at-home delivery, in barrels or other commercial containers in a quantity that does not exceed fifteen and one-half (15 1/2) gallons at any one (1) time.
- SECTION 6. IC 7.1-3-9-9 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2015]: Sec. 9. (a) The holder of a liquor retailer's permit shall be entitled to purchase liquor only from a permittee entitled to sell to him the holder under this title. A liquor retailer shall be entitled to possess liquor and sell it at retail to a customer for consumption on the licensed premises. A liquor retailer also shall be entitled to sell liquor to a customer and deliver it in permissible containers to the customer on the licensed premises, or to the customer's house.

(b) A liquor retailer shall not be entitled to sell liquor at wholesale. He A liquor retailer shall not be entitled to sell and deliver liquor on the street or at the curb outside the licensed premises, nor shall he the liquor retailer be entitled to sell liquor at a place other than the licensed premises. However, a liquor retailer may offer food service (excluding alcoholic beverages) to a patron who is outside the licensed premises by transacting business through a window in the licensed premises.

1 (c) Except as provided in IC 7.1-5-10-26, a liquor retailer shall not
2 be entitled to sell and deliver liquor for carry out, or for at-home
3 delivery, in a quantity that exceeds four (4) quarts at any one (1) time.".
4 Page 7, delete lines 19 through 42, begin a new paragraph and
5 insert:
6 "SECTION 8. IC 7.1-3-14-4 IS AMENDED TO READ AS
7 FOLLOWS [EFFECTIVE JULY 1, 2015]: Sec. 4. (a) The holder of a
8 wine retailer's permit is entitled to purchase wine only from a permittee

"SECTION 8. IC 7.1-3-14-4 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2015]: Sec. 4. (a) The holder of a wine retailer's permit is entitled to purchase wine only from a permittee entitled to sell to the wine retailer under this title. A wine retailer is entitled to possess wine and sell it at retail to a customer for consumption on the licensed premises. A wine retailer is also entitled to sell wine to a customer and deliver it in permissible containers to the customer on the licensed premises or to the customer's house.

- (b) A wine retailer is not entitled to sell wine at wholesale. A wine retailer is not entitled to sell and deliver wine on the street or at the curb outside the licensed premises, nor is the wine retailer entitled to sell wine at a place other than the licensed premises. However, a wine retailer may offer food service (excluding alcoholic beverages) to a patron who is outside the licensed premises by transacting business through a window in the licensed premises.
- (c) Except as provided in IC 7.1-5-10-26, a wine retailer is entitled to sell and deliver wine for carry out, or for at-home delivery.

SECTION 9. IC 7.1-3-18-9, AS AMENDED BY P.L.165-2006, SECTION 26, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2015]: Sec. 9. (a) The commission may issue an employee's permit to a person who desires to act as:

- (1) a sales clerk in a package liquor store; dealer establishment;
- (2) an employee who serves wine at a farm winery; or
- (3) a bartender, waiter, waitress, or manager in a retail establishment, excepting dining car and boat employees.
- (b) A permit authorized by this section is conditioned upon the compliance by the holder with reasonable rules relating to the permit which the commission may prescribe from time to time.
- (c) A permit issued under this section entitles its holder to work for any lawful employer. However, a person may work without an employee's permit for thirty (30) days from the date shown on a receipt for a cashier's check or money order payable to the commission for that person's employee's permit application.

1	(d) A person who, for a package liquor store or retail establishment,
2	is:
3	(1) the sole proprietor;
4	(2) a partner, a general partner, or a limited partner in a
5	partnership or limited partnership that owns the business
6	establishment;
7	(3) a member of a limited liability company that owns the
8	business establishment; or
9	(4) a stockholder in a corporation that owns the business
10	establishment;
11	is not required to obtain an employee's permit in order to perform any
12	of the acts listed in subsection (a).
13	(e) An applicant may declare on the application form that the
14	applicant will use the employee's permit only to perform volunteer
15	service that benefits a nonprofit organization. It is unlawful for an
16	applicant who makes a declaration under this subsection to use an
17	employee's permit for any purpose other than to perform volunteer
18	service that benefits a nonprofit organization.
19	(f) The commission may not issue an employee's permit to an
20	applicant while the applicant is serving a sentence for a conviction for
21	operating while intoxicated, including any term of probation or parole.
22	(g) The commission may not issue an employee's permit to an
23	applicant who has two (2) unrelated convictions for operating while
24	intoxicated if:
25	(1) the first conviction occurred less than ten (10) years before the
26	date of the applicant's application for the permit; and
27	(2) the applicant completed the sentence for the second
28	conviction, including any term of probation or parole, less than
29	two (2) years before the date of the applicant's application for the
30	permit.
31	(h) If an applicant for an employee's permit has at least three (3)
32	unrelated convictions for operating while intoxicated in the ten (10)
33	years immediately preceding the date of the applicant's application for
34	the permit, the commission may not grant the issuance of the permit.
35	If, in the ten (10) years immediately preceding the date of the
36	applicant's application the applicant has:
37	(1) one (1) conviction for operating while intoxicated, and the
38	applicant is not subject to subsection (f); or

(2) two (2) unrelated convictions for operating while intoxicated, and the applicant is not subject to subsection (f) or (g);the commission may grant or deny the issuance of a permit.(i) The commission shall revoke a permit issued to an employee

under this section if:
(1) the employee is convicted of a Class B misdemeanor for

violating IC 7.1-5-10-15(a); or

(2) the employee is convicted of operating while intoxicated after the issuance of the permit.

The commission may revoke a permit issued to an employee under this section for any violation of this title or the rules adopted by the commission.

SECTION 10. IC 7.1-5-6-3, AS AMENDED BY P.L.159-2014, SECTION 44, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2015]: Sec. 3. (a) It is unlawful for a person to act as a clerk in a package liquor store, or as a bartender, waiter, waiters, or manager for a retailer permittee in a position that is listed in IC 7.1-3-18-9(a) unless that person has applied for and been issued the appropriate an employee's permit. This section does not apply to dining car or boat employees or to a person described in IC 7.1-3-18-9(d). A person who knowingly or intentionally violates this subsection commits a Class B misdemeanor.

- (b) It is a defense to a charge under this section if, not later than thirty (30) days after being cited by the commission, the person who was cited produces evidence that the appropriate permit was issued by the commission on the date of the citation.
- (c) It is a defense to a charge under this section for a new applicant for a permit if, not later than thirty (30) days after being cited by the commission, the new applicant who was cited produces a receipt for a cashier's check or money order showing that an application for the appropriate permit was applied for on the date of the citation.

SECTION 11. IC 7.1-5-7-13, AS AMENDED BY P.L.94-2008, SECTION 51, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2015]: Sec. 13. Section 12 of this chapter does not prohibit the following:

(1) The employment of a person at least eighteen (18) years of age but less than twenty-one (21) years of age on or about licensed premises where alcoholic beverages are sold, furnished, or given

1	away for consumption either on or off the licensed premises, for
2	a purpose other than:
3	(A) selling;
4	(B) furnishing, other than serving;
5	(C) consuming; or
6	(D) otherwise dealing in;
7	alcoholic beverages.
8	(2) A person at least nineteen (19) years of age but less than
9	twenty-one (21) years of age from ringing up a sale of alcoholic
10	beverages in the course of the person's employment. This
11	subdivision does not apply to dealer establishments.
12	(3) A person who is at least nineteen (19) years of age but less
13	than twenty-one (21) years of age and who has successfully
14	completed an alcohol server training program certified under
15	IC 7.1-3-1.5 from serving alcoholic beverages in a dining area or
16	family room of a restaurant or hotel:
17	(A) in the course of a person's employment as a waiter,
18	waitress, or server; and
19	(B) under the supervision of a person who:
20	(i) is at least twenty-one (21) years of age;
21	(ii) is present at the restaurant or hotel; and
22	(iii) has successfully completed an alcohol server training
23	program certified under IC 7.1-3-1.5 by the commission.
24	This subdivision does not allow a person at least nineteen (19)
25	years of age but less than twenty-one (21) years of age to be a
26	bartender.
27	SECTION 12. IC 7.1-5-10-24 IS ADDED TO THE INDIANA
28	CODE AS A NEW SECTION TO READ AS FOLLOWS
29	[EFFECTIVE JULY 1, 2015]: Sec. 24. (a) As used in this section,
30	"self-service display" means a display that contains liquor in an
31	area where a customer:
32	(1) is permitted; and
33	(2) has access to the liquor without assistance from a sales
34	clerk.
35	(b) This section does not apply to a self-service display located
36	on the premises of a package liquor store.
37	(c) The holder of a liquor dealer permit may not sell or
38	distribute liquor through a self-service display.

1	SECTION 13. IC 7.1-5-10-25 IS ADDED TO THE INDIANA
2	CODE AS A NEW SECTION TO READ AS FOLLOWS
3	[EFFECTIVE JULY 1, 2015]: Sec. 25. (a) This section does not apply
4	to a package liquor store.
5	(b) The holder of a beer dealer's permit must display beer in:
6	(1) one (1) area or aisle of the licensed premises; or
7	(2) a partitioned area or room that is separate from other
8	retail items for sale on the premises.
9	(c) The holder of a wine dealer's permit must display wine in:
10	(1) one (1) area or aisle of the licensed premises; or
11	(2) a partitioned area or room that is separate from other
12	retail items for sale on the premises.
13	(d) A holder of a beer dealer's permit that is also the holder of
14	a wine dealer's permit must display beer and wine together in:
15	(1) one (1) area or aisle of the licensed premises; or
16	(2) a partitioned area or room that is separate from other
17	retail items for sale on the premises.
18	SECTION 14. IC 7.1-5-10-26 IS ADDED TO THE INDIANA
19	CODE AS A NEW SECTION TO READ AS FOLLOWS
20	[EFFECTIVE JULY 1, 2015]: Sec. 26. (a) This section does not apply
21	to the licensed premises of a drug store or grocery store or a
22	restaurant to which the following apply:
23	(1) A person has, on June 30, 2015, an interest in:
24	(A) a dealer's permit for the drug store or grocery store;
25	and
26	(B) a retailer's permit for the restaurant.
27	(2) The licensed premises of the:
28	(A) drug store or grocery store; and
29	(B) restaurant;
30	as described in the permit applications, are located in the
31	same building.
32	(b) If:
33	(1) a person has an interest in:
34	(A) a dealer's permit for a drug store or grocery store; and
35	(B) a retailer's permit for a restaurant; and
36	(2) the licensed premises of the drug store or grocery store
37	and the restaurant are located in the same building;
38	the licensed premises of the drug store or grocery store and the

1 licensed premises of the restaurant must be completely separated 2 by a wall and have separate entrances. 3 (c) Beer, wine, and liquor may not be sold for carry out from the 4 licensed premises of a restaurant described in subsection (b). 5 SECTION 15. IC 7.1-5-10-27 IS ADDED TO THE INDIANA 6 CODE AS A **NEW** SECTION TO READ AS FOLLOWS 7 [EFFECTIVE JULY 1, 2015]: Sec. 27. It is unlawful for a person 8 who is the proprietor of a package liquor store, drug store, or 9 grocery store to allow a purchaser of alcoholic beverages, or any 10 other person who is not a sales clerk, to ring up or otherwise 11 record an alcoholic beverage sale.". 12 Delete pages 8 through 9. 13 Renumber all SECTIONS consecutively. (Reference is to HB 1624 as introduced.)

and when so amended that said bill do pass.

Representative Dermody